



House of Representatives

General Assembly

File No. 103

January Session, 2001

House Bill No. 6606

House of Representatives, April 2, 2001

The Committee on Banks reported through REP. DOYLE of the 28th Dist., Chairperson of the Committee on the part of the House, that the bill ought to pass.

AN ACT CONCERNING CONNECTICUT BANKS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Subsection (a) of section 36a-250 of the general statutes is amended
2 by adding subdivision (42) as follows:

3 (NEW) (42) Organize an interim Connecticut bank pursuant to
4 subsection (p) of section 36a-70 solely for the acquisition of an existing
5 bank or to facilitate any other corporate transaction as provided in said
6 subsection. Nothing in this subdivision shall be deemed to invalidate
7 or otherwise affect any such acquisition or other transaction entered
8 into before the effective date of this section.

BA *Joint Favorable*

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either House thereof for any purpose:

OFA Fiscal Note

State Impact: None

Affected Agencies: Department Of Banking

Municipal Impact: None

Explanation**State Impact:**

The bill adds the authority to organize an interim bank for the purpose of acquiring an existing bank. An interim bank is organized solely for acquiring an existing bank. An interim bank will make any transactions to facilitate the main acquisition.

The Department of Banking will not incur any additional workload do to the authorization of an interim bank. Interim banks are allowed to be established for the purpose of acquiring a bank at the present time.

OLR Bill Analysis

HB 6606

AN ACT CONCERNING CONNECTICUT BANKS.**SUMMARY:**

This bill makes a technical change by adding the existing power to organize an interim Connecticut bank, found elsewhere in the statutes, to the statutory section that lists banks' numerous specific powers. An "interim bank" is a temporary corporation set up only to facilitate bank acquisitions or mergers. It does not conduct banking business and ceases to exist when the merger or acquisition is completed. The bill specifies that it does not affect any such acquisitions or transactions entered into before October 1, 2001.

EFFECTIVE DATE: October 1, 2001

COMMITTEE ACTION

Banks Committee

Joint Favorable Report

Yea 17 Nay 0